LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **WEDNESDAY**, **MAY 30, 2007**, upon the application of **ENSIGHT III ENERGY MANAGEMENT**, **LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Formation**, **Reservoir B**, and the **Cotton Valley Formation**, **Reservoir B**, in the Woodardville Field, Red River Parish, Louisiana.

- 1. To create four (4) additional drilling and production units for the exploration for the Hosston Formation, Reservoir B.
- 2. To create four (4) additional drilling and production units for the Cotton Valley Formation, Reservoir B.
- 3. To force pool and unitize all separately owned tracts, mineral leases and other property interests within said unit, with allocation of production from the unit well to the tracts within each unit therefore to be on the basis of surface acreage.
- 4. To permit the downhole combination of the Hosston Formation, Reservoir B and the Cotton Valley Formation, Reservoir B in the wellbore of any well located in the units created herein.
- 5. Except to the extent inconsistent herewith, to extend the provisions of Office of Conservation Order No. 990-C, effective February 1, 2006, to the proposed Hosston Formation, Reservoir B units and Order No. 990-B, effective September 13, 2005, to the proposed Cotton Valley Formation, Reservoir B units.
- 6. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir B, was defined in Office of Conservation Order No. 990-C, effective February 1, 2006.

The Cotton Valley Formation, Reservoir B, was defined in Office of Conservation Order No. 990-B, effective September 13, 2005.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

 $\underline{www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm}.$

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 4/20/07;4/25/07 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.